

February 13, 1995

Gina

Arthur L. Tait, Area Manager *and*
Bureau of Land Management
365 South Main Street
Cedar City, Utah 84720

Re: 3809 UT-044-UTU-72219 Red Hill No. 1 Lode Mining Claim.

Dear Mr. Tait,

Please find enclosed a copy of the deed showing transfer of ownership from Eugene Hodges to Northern Stone Supply, Inc. and our notice. Also I have advised Walt Phelps at the B.L.M. in Salt Lake City of ownership change and am recording the deed at the Beaver County Courthouse.

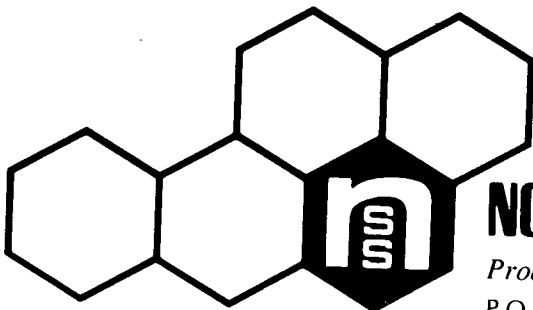
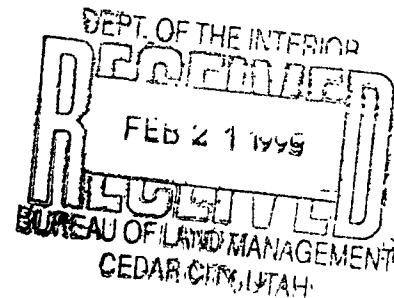
You will find my company to be very professional, environmentally sensitive, and willing to meet regulatory requirements on public lands. I look forward to working with you in a way that will allow all of us to get our job done and create small, yet economically viable and environmentally responsible mining/quarrying operations.

If you have any questions at all please give me a call. I look forward to meeting you soon.

Sincerely,

Gary Mulford
Gary Mulford
President

lw
enclosures



NORTHERN STONE SUPPLY, INC.

Producing Quality Building Stone Products for Worldwide Distribution
P.O. BOX 249 / OAKLEY, IDAHO 83346 / (208) 862-3353 / FAX (208) 862-3846

SUGGESTED FORMAT FOR A NOTICE

- 1) Mining Claim Numbers: UMC 355039
- 2) Mining Claim Name(s): RED HILL NO. 1

3) Claimant, Operator, Agent:

- A. Claimant(s):
Name NORTHERN STONE SUPPLY, INC.
Address P.O. BOX 249
DAKOTA, IDAHO 83346
Phone # 208-862-3353
- B. Claimant(s):
Name _____
Address _____
Phone # _____

4) Location and Access:

Brief description (including legal) of the location and existing or proposed access to the area of operation.

A. General Description of Location: LOOSE CLAIM 750' X 300' IN S.E.
1/4 OF SECTION 20 R14W, T30S 5LB MERIDIAN
BEAVER COUNTY, UTAH

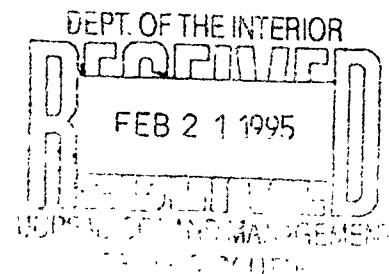
B. Legal Description: Section 1/4 _____
Township: _____ Range: _____ Section(s): _____
Township: _____ Range: _____ Section(s): _____

C. Estimated total acreage of the area proposed for exploration or mining under this Notice: 1/2

D. Estimated acreage per year to be disturbed by mining operation under this Notice: A TOTAL OF 1 ACRE

E. Access: Describe the existing or proposed access to the operation site: ACCESS HAS BEEN IN PLACE
FOR 20 YEARS OR MORE.

Proposed Grade: NO NEW ROAD NECESSARY
New Road(s): Length _____ (ft) Width _____ (ft)
Length _____ (ft) Width _____ (ft)



- F. What type of stakes/flagging (color?) did you use so that our Specialists can find the site(s) proposed for surface disturbance (not the claim corners) in the field? we will flag these areas in red
prior to start up and
notify you so we can monitor site.
- =====

- G. Location Map: Attach a general location and vicinity map showing claim boundaries, UMC numbers in the correct areas, and existing and/or proposed access routes, holes, trenches, excavations, structures, wells, waste dumps, tailings disposal, and disturbed areas. A USGS 7.5 minute topographic map is preferred, but an accurate sketch map will do. NO STRUCTURES - SINCE A SMALL
AMOUNT OF MATERIAL WILL BE REMOVED PER (200-400 TONS) WASTE OR
TAILINGS WILL BE STORED AT THE WORKING AREAS.

5) General Information

- A. Proposed starting date of operation: MARCH 15, 1995
Estimated completion date of operation (unknown or lifetime do not provide a definable term of use: 20 YRS.

- B. Operation will be (is): Continuous _____ Seasonal _____
Intermittent X

Will you operate on weekends? ✓ Weekdays? ✓

During what months will you be operating? ANY TIME
DURING THE YEAR WHEN WEATHER AND
GROUND CONDITIONS PERMIT.

PUBLIC SAFETY

- C. What provisions will you make for Public Safety regarding open pits and trenches? YES AS NECESSARY

Will you be using flagging? ✓ Barricades? ✓

How long will the pits/trenches remain open? _____

Will you be backfilling as you go? _____

IT IS DIFFICULT OR IMPOSSIBLE TO DETERMINE
A PLAN UNTIL WE COMPLETE OUR EXPLORATION
WORK AND STUDY.

D. Equipment, Personnel, and Supporting Facilities.

Equipment: List all equipment to be utilized in connection with the proposed activity, e.g.: mining, road maintenance, hauling, etc. FLAT BED TRUCK, TRACK EXCAVATOR, 4000: FRONT END LOADER/FORK LIFT/BACKHOE.

PROBABLY NOT, BUT WE CAN'T KNOW UNTIL WE DO OUR EXPLORATION WORK.

Will explosives be used? ✓ Will explosives be stored on site? NO

Personnel: How many people will be working at the site? 2 TO 4

How many caretakers, or people will be living at the site? NONE

Supporting Facilities: Describe any proposed or existing structures, sanitary facilities or secured areas, and justify the reasons for continued maintenance and/or construction of these facilities: NO FACILITIES TO BE CONSTRUCTED ON SITE.

6) Proposed Exploration (if applicable):

Dimensions of proposed holes, trenches, or excavations (Specify type): DUE TO PREVIOUS OPERATIONS THERE ARE EXISTING FACES AND CUTS. WE WILL SIMPLY WORK THOSE FACES AND CUTS IN THE BEGINNING + SALVAGE ANY USABLE MATERIAL THAT WAS PREVIOUSLY PUSHED INTO DUMP AREAS. IN SHORT, WE WILL CLEAN THE AREA UP.

7) Proposed Production (if applicable):

A. Estimated size of operation:

Under 500 tons/cu yds per year ✓
500- 5,000 tons/cu yds per year _____
5,000-50,000 tons/cu yds per year _____
50,000-100,000 tons/cu yds per year _____
100,000-250,000 tons/cu yds per year _____
250,000-1,000,000 tons/cu yds per year _____
Over 1,000,000 tons/cu yds per year _____

B. Total Anticipated Production (for life of operation):

Quantity of ore to be removed (tons/cu yds) 10,000 TONS
Waste Retained on Site (tons/cu yds) 11,500 TONS
Waste Disposed of, off site (tons/cu yds) NONE
Maximum anticipated dimensions of pit area 1/3 ACRE
Number of linear feet of underground workings NONE

C. Mining Method: (Check all that apply)

Underground	<input type="checkbox"/>	Gravel/Sand Pit	<input type="checkbox"/>	Truck to Plant	<input type="checkbox"/>
Openpit	<input checked="" type="checkbox"/>	Clay Pit	<input type="checkbox"/>	Borrow Pit	<input type="checkbox"/>
Single Bench	<input checked="" type="checkbox"/>	Drill & Blast	<input checked="" type="checkbox"/>	Tailing Pond	<input type="checkbox"/>
Slurry Pump	<input type="checkbox"/>	Waste Dump	<input type="checkbox"/>	Rail line	<input type="checkbox"/>
Other	<input type="text"/>				

Quarry:

Hilltop	<input checked="" type="checkbox"/>	Shovel	<input type="checkbox"/>
Multibench	<input checked="" type="checkbox"/>	Gravel Bar Skimming	<input type="checkbox"/>
Sidehill	<input checked="" type="checkbox"/>	Dragline	<input type="checkbox"/>
Low level	<input type="checkbox"/>	Other	<input type="text"/>

D. Processing:

If processing of the ore or minerals mined is planned to be conducted on-site or adjacent to the extraction area, briefly describe the nature of the processing, and explain the disposal method for tailings or waste from the processing (Use additional space if necessary). A flow chart or schematic diagram of the processing procedure may be attached NONE - ALL FINISHED PRODUCT WILL BE REMOVED FROM THE SITE AS IT IS CARRIED.

*Keep access roads open.
to preclude new run off channels.*

This Deed, Made this 27th day of DECEMBER
in the year of our Lord one thousand nine hundred and 94, between

Eugene and Anna Marie Hodges
The part S of the first part,
and Northern Stone Supply, Inc.

the part X of the second part,
WITNESSETH, that the said part S of the first part, for and in consideration of the sum of
other valuable considerations and Ten DOLLARS,
lawful money, to be paid by the part X of the second part, the receipt
whereof is hereby acknowledged, by these presents do grant, bargain, sell, remise, release and
forever quit-claim unto the said part X of the second part, NORTHERN STONE SUPPLY, INC.
and assigns, forever.

all certain right to land Mining claim X and property situate in
UNKNOWN
Mining District, BEAVER County, State of UTAH, viz.:

RBD Hill No. 1 LODE MINING CLAIM,
750 linear feet along the course of the
vein in a South direction from Discovery
Point and 750 linear feet along the
course of the vein in a North direction
from Discovery Point and 300 feet in
width on the East side of the center
of the vein and 300 feet in width on the
West side of the center of the vein, the
general course of said vein, being
North and South and the location
being described and marked as
follows: S.E. 1/4 of Section 20
R 14 W. T 30 S. Salt Lake Base
meridian.
UMC # 355039

TOGETHER with all dips and spurs, rights, privileges and franchises, tenements, heredita-
ments and appurtenances thereto incident or belonging, or therewith used and enjoyed, and all
the estate, right, title, interest, property, claim and demand whatsoever, legal and equitable, as
well in possession as in expectancy, of the part of the first part, of, in or to said premises, and
every part thereof.

TO HAVE AND TO HOLD the same unto the part X of the second part,
NORTHERN STONE SUPPLY, INC. and assigns forever.

IN WITNESS WHEREOF the said party² of the first part has hereunto set their hand and seal the day and year first above written.

Signed, Sealed and Delivered in Presence of

NORTHERN STONE SUPPLY, INC.
P.O. BOX 249 OAKLEY, ID. 83346
BY GARY MULLARD - PRESIDENT
Gary Mullard
EUGENE HODGES
Eugene Hodges
ANNA MARIE HODGES
Anna Marie Hodges
P.O. BOX 97
LAVERGNE, UT 84745

STATE OF Utah }
County of Washington } ss.

On the 27th day of December, A. D. 1994
personally appeared before me Gary Mullard, Eugene Hodges,

& Anna Marie Hodges

the signer of the above instrument, who duly acknowledged to me that they executed the same.

NOTARY PUBLIC
LINDA L. HOWARD
8 WEST STREET
HURRICANE, UT 84737
COMMISSION EXPIRES
JUNE 29, 1997
My commission expires 6-29-97

Linda Howard

Notary Public.

No. _____

Giving Deed

(QUIT CLAIM)

ELIZABETH AND ANNA

MARIE HODGES, LAVERGNE, UT.

TO

NORTHERN STONE SUPPLY, INC.

OAKLEY, IDAHO

Dated DECEMBER 27, 1994

Recorded at the Request of

_____, A. D. 19__

at _____ min. past _____ o'clock _____ M.,

in Book _____ of _____

Page _____

Recorder _____ County _____